



2 March 2010

Company Announcements Office
Australian Stock Exchange Limited
20 Bridge Street
Sydney NSW 2000

AUD1,000,000 Second Payment on Mt Richardson Project Received from Cliffs Asia Pacific Iron Ore Pty Ltd

Iron Mountain Mining Ltd ("Iron Mountain", ASX: IRM) is pleased to report that it has received AUD1,000,000 as a second payment from Cliffs Asia Pacific Iron Ore Pty Ltd ("Cliffs") under the terms and conditions of the Option to Purchase Agreement over Mt Richardson. The Option to Purchase Agreement over the Mt Richardson Project (E29/571) was announced by Iron Mountain on 13 August 2008 and originally signed by Portman Iron Ore Ltd which has since changed its name to Cliffs Asia Pacific Iron Ore Pty Ltd.

Under the terms of the agreement, Cliffs has the right to explore and the option to acquire total ownership of E29/571 subject to agreed milestones and payments. The second payment forms part of the total of AUD 10,000,000 payable if the Option to Purchase is exercised. An initial payment of AUD 3,000,000 was received on 1 October 2008.

Iron Mountain will use the funds to advance its portfolio of exploration projects including the recently acquired Wandoo Bauxite Project north of Perth where the company is excited about its prospects of delineating bauxite ore mineralisation of suitable grade and quality to support a proposed direct shipping ore operation.

Robert Sebek
Managing Director

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The information within this report as it relates to geology and mineral resources was compiled by Mr Robert Sebek. Mr Sebek is a Member of the Australian Institute of Mining and Metallurgy. Mr. Sebek has sufficient experience which is relevant to the style of mineralization and the type of deposit under consideration to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, the JORC Code". Mr Sebek is employed by Iron Mountain Mining Ltd and consents to the inclusion in the report of the matters based on information in the form and context which it appears.

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